## BEFORE THE BOARD OF MILK CONTROL OF THE STATE OF MONTANA

## ANNOUNCEMENT OF CLASS I, II & III PRODUCER PRICES

EFFECTIVE: March 01, 2014

PUBLISHED: February 20, 2014

CLASS I PRICE FOR MILK TESTING 3.5%	\$26.19	/CWT
CLASS I BUTTERFAT PRICE PER POUND	\$2.06	/LB
CLASS I SKIM PRICE AT 96.5 LBS	\$18.980	/96.5 lbs

The minimum price to pay milk producers, under ARM 32.24.301, is \$26.19 per hundred pounds of milk testing 3.5% butterfat, f.o.b. the milk distributor's plant.

When milk does not test 3.5% butterfat, compute the applicable price by applying a differential of 20.6 cents for each one-tenth of one percent butterfat above or below the midpoint of each producer payment.

The value of one pound of butterfat utilized will be \$2.06.

CLASS II PRICE FOR MILK TESTING 3.5% CLASS II BUTTERFAT PRICE PER POUND CLASS II SKIM PRICE AT 96.5 LBS			\$22.32 \$1.87 \$15.775	
Average spray process dry milk solids price per pound multiplied by 8.2	\$2.11375 \$17.33275	Last quote of month for Grade AA butter less a differential of \$0.0895 multiplied by 0.111	\$1.77000 \$1.68050 \$0.18654	
Last quote of month for Grade AA butter less a differential of \$0.0895 multiplied by 4.2	\$1.77000 \$1.68050 \$7.05810	Hundredweight price of milk testing 3.5%  Less 3.5 pounds of butterfat  Value of 96.5 pounds of skim	\$22.32 \$6.545 \$15.775	-
Average Spray Factor + AA Butter Factor	\$24.39085	Class II Value of One Pound of Skim	\$0.16347	/LB
Less a Make Allowance of 8.5%	\$2.07			
Class II Price for 3.5%	\$22.31763			
CLASS III PRICE PER CWT FOR MILK TESTING 3.5% CLASS III BUTTERFAT PRICE PER POUND CLASS III SKIM PRICE AT 96.5 LBS			\$19.17 \$1.51 \$13.883	/LB
Last quote of month for Grade AA butter less a differential of \$0.0895 less 10%	\$1.77000 \$1.68050 \$1.51	Class III BF Price/lb x 3.5 Class III Skim per CWT x 96.5 Class III Per CWT	\$5.285 \$13.883 \$19.168	
CLASS III PRICE PER CWT FOR SKIM MILK UTILIZED				
Avg. spray process dry milk solid price/lb =  Multifplied by 8.2  Less 17%  Per hundredweight	\$2.11375 \$17.33275 \$14.38618 \$14.39			

BY ORDER OF THE MONTANA MILK CONTROL BUREAU

Patti Thompson, Bureau Chief Montana Milk Control Bureau

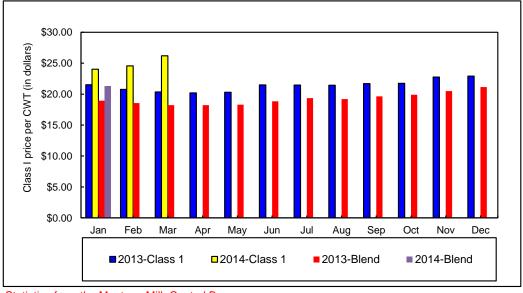
1 homeson

## PRODUCER CLASS I PRICE IN MONTANA

Month	2013	2014	Difference	% Change
January	\$21.52	\$24.03	\$2.51	11.66%
February	\$20.76	\$24.57	\$3.81	18.35%
March	\$20.35	\$26.19	\$5.84	28.70%
April	\$20.21			
May	\$20.31			
June	\$21.48			
July	\$21.46			
August	\$21.43			
September	\$21.71			
October	\$21.75			
November	\$22.75			
December	\$22.92			
Average	\$21.39	\$24.93	\$4.05	19.57%

## **QUOTA BLEND PRICE IN MONTANA**

Month	2013	2014	Difference	% Change
lanuar.	<b>\$40.05</b>	<b>\$24.25</b>	<b>PO 40</b>	10.000/
January	\$18.95	\$21.35	\$2.40	12.66%
February	\$18.55			
March	\$18.21			
April	\$18.22			
May	\$18.30			
June	\$18.85			
July	\$19.35			
August	\$19.21			
September	\$19.64			
October	\$19.91			
November	\$20.50			
December	\$21.14			
Average	\$19.24	\$21.35	\$2.40	12.66%



Statistics from the Montana Milk Control Bureau